

**For:** State and County Offices

**Clarifying the Adjusted Gross Income (AGI) Provisions for 2003 and Subsequent  
Crop Years Marketing Assistance Loans and LDP's**

**Approved by:** Deputy Administrator, Farm Programs



**1 AGI Provisions for Marketing Assistance Loans and LDP's**

**A**

**Background**

Notice LP-1853, subparagraph 3 A, provided AGI provisions for the 2003 and subsequent crop years marketing assistance loans and LDP's.

**B**

**Purpose**

This notice clarifies policy for the AGI provision for marketing assistance loans and LDP's.

**C**

**AGI Policy  
Clarification**

If an individual or an entity has AGI that exceeds \$2.5 million, producers:

- **can:**
  - obtain a nonrecourse marketing assistance loan
  - exchange outstanding loan quantity with commodity certificates
- **cannot:**
  - obtain LDP
  - repay the outstanding loan at the alternative repayment rate.

Follow procedures in 8-LP, Part 9, Section 8 for repayments and 1-PL, Part 6.5 for AGI.

**Disposal Date**

January 1, 2004

**Distribution**

State Offices; State Offices relay to County  
Offices and FAX to CMA's and LSA's